

UNITED STATES BANKRUPTCY COURT  
SOUTHERN AND WESTERN DISTRICTS OF TEXAS  
Houston DIVISION

CASE NAME: Square Melons Inc

Petition Date: 09/24/2018

CASE NUMBER: 18-35304

MONTHLY OPERATING REPORT SUMMARY FOR MONTH February YEAR 2019

MONTH	February				
REVENUES (MOR-6)	5,730.00				
INCOME BEFORE INT, DEPREC./TAX (MOR-6)	-6,908.39				
NET INCOME (LOSS) (MOR-6)	-6,908.39				
PAYMENTS TO INSIDERS (MOR-9)	101.95				
PAYMENTS TO PROFESSIONALS (MOR-9)	—				
TOTAL DISBURSEMENTS (MOR-8)	12,717.63				

\*\*\*The original of this document must be filed with the United States Bankruptcy Court and a copy must be sent to the United States Trustee\*\*\*

<b>REQUIRED INSURANCE MAINTAINED</b>	
AS OF SIGNATURE DATE	EXP. DATE
CASUALTY	YES ( ) NO (x)
LIABILITY	YES (x) NO ( )
VEHICLE	YES (x) NO ( )
WORKERS	YES ( ) NO (x)
OTHER	Bus Pers Prop YES (x) NO ( )
10-12-2019	
ATTORNEY NAME: Jessica Hoff	
FIRM: Hoff Law Offices, PC	
ADDRESS: 1200 Smith Street, 16th Floor	
CITY, STATE ZIP: Houston, TX 77002	
TELEPHONE: 281-763-2067	

Are all accounts receivable being collected within terms? ☒ Yes ☐ No  
Are all post-petition liabilities, including taxes, being paid within terms? ☒ Yes ☐ No  
Have any pre-petition liabilities been paid? ☒ Yes ☐ No If so, describe

Are all funds received being deposited into DIP bank accounts? ☒ Yes ☐ No  
Were any assets disposed of outside the normal course of business? ☒ Yes ☐ No  
If so, describe  
Are all U. S. Trustee Quarterly Fee Payments current? ☒ Yes ☐ No  
What is the status of your Plan of Reorganization?

I certify under penalty of perjury that the following complete Monthly Operating Report (MOR), consisting of MOR-1 through MOR-9 plus attachments, is true and correct.

SIGNED

(ORIGINAL SIGNATURE)

MOR-1

TITLE President

CASE NAME: Square Melons IncCASE NUMBER: 18-35304

## COMPARATIVE BALANCE SHEETS

ASSETS	FILING DATE*	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
CURRENT ASSETS	9/24/18	Feb 28 <sup>th</sup>					
Cash	7,824.67	1,167.53					
Accounts Receivable, Net	13,809.27	13,809.27					
Inventory: Lower of Cost or Market							
Prepaid Expenses							
Investments							
Other	71,000.00	71,000.00					
TOTAL CURRENT ASSETS	92,633.94	85,976.80					
PROPERTY, PLANT&EQUIP, @ COST	49,823.62	49,000.00					
Less Accumulated Depreciation							
NET BOOK VALUE OF PP & E							
OTHER ASSETS:							
1. Tax Deposits							
2. Investments in Subs							
3.							
4. (attach list)							
TOTAL ASSETS	142,457.56	134,976.80					

\*Per Schedules and Statement of Affairs

MOR-2

Revised 6/14/96



CASE NAME: Square Melons IncCASE NUMBER: 18-35304

## COMPARATIVE BALANCE SHEETS

LIABILITIES & OWNER'S EQUITY	FILING DATE*	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
LIABILITIES:	9/24/18						
POST-PETITION LIABILITIES (MOR-4)							
PRE-PETITION LIABILITIES:							
Notes Payable-Secured	232,714.75	209,952.93					
Priority Debt							
Federal Income Tax							
FICA/Withholding	7,890.60	7,890.60					
Unsecured Debt	53,615.01	53,615.01					
Other							
TOTAL PRE-PETITION LIABILITIES							
TOTAL LIABILITIES	294,220.36	271,458.54					
OWNER'S EQUITY (DEFICIT):							
PREFERRED STOCK							
COMMON STOCK							
ADDITIONAL PAID-IN CAPITAL							
RETAINED EARNINGS: Filing Date	445,361.99						
RETAINED EARNINGS: Post Filing Date		445,361.99					
TOTAL OWNER'S EQUITY (NET WORTH)	-151,141.63	-173,903.45					
TOTAL LIABILITIES & OWNER'S EQUITY	294,220.36	271,458.54					

MOR-3

\*Per Schedules and Statement of Affairs

Revised 6/14/96

CASE NAME: Square Melons IncCASE NUMBER: 18-35304**SCHEDULE OF POST-PETITION LIABILITIES**

	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
<b>TRADE ACCOUNTS PAYABLE</b>	<i>February</i>					
<b>TAX PAYABLE:</b>						
Federal Payroll Taxes	<i>7,890.60</i>					
State Payroll & Sales						
Ad Valorem Taxes						
Other Taxes						
<b>TOTAL TAXES PAYABLE</b>	<i>7,890.60</i>					
<b>SECURED DEBT POST-PETITION</b>						
<b>ACCRUED INTEREST PAYABLE</b>						
<b>* ACCRUED PROFESSIONAL FEES:</b>						
<b>OTHER ACCRUED LIABILITIES:</b>						
1.						
2.						
3.						
<b>TOTAL POST-PETITION LIABILITIES (MOR-3)</b>						

\* Payment Requires Court Approval.

**MOR-4**



CASE NAME: Square Melons IncCASE NUMBER: 18-35304

## AGING OF POST-PETITION LIABILITIES

MONTH February

DAYS	TOTAL	TRADE ACCTS	FED TAXES	STATE TAXES	AD-VALOREM, OTHER TAXES	OTHER
0-30						
31-60						
61-90						
91 +			7,890.60			
TOTAL			7,890.60			

## AGING OF ACCOUNTS RECEIVABLE

MONTH	February						
0-30 DAYS							
31-60 DAYS							
61-90 DAYS							
91 + DAYS	13,809.27						
TOTAL	13,809.27						

MOR-5

CASE NAME: Square Melons Inc

CASE NUMBER: 18-35304

## STATEMENT OF INCOME (LOSS)

MONTH	FEBRUARY							FILING TO DATE
REVENUES (MOR-1)	5,730.00							
TOTAL COST OF REVENUES	5,683.49							
GROSS PROFIT	46.51							
OPERATING EXPENSES:								
Selling & Marketing	110.74							
General & Administrative	4,655.41							
Insiders Compensation	101.95							
Professional Fees								
Other (attach list) <i>Auto Usage</i>	2,086.80							
TOTAL OPERATING EXPENSES	6,954.90							
INCOME BEFORE INT, DEPR/TAX (MOR-1)	-6,908.39							
INTEREST EXPENSE								
DEPRECIATION								
OTHER (INCOME) EXPENSE*								
OTHER ITEMS**								
TOTAL INT, DEPR & OTHER ITEMS								
NET INCOME BEFORE TAXES	-6,908.39							
FEDERAL INCOME TAXES								
NET INCOME (LOSS) (MOR-1)	-6,908.39							

Accrual Accounting Required. Otherwise Footnote With Explanation

\* Footnote Mandatory

\*\* Unusual and/or infrequent item(s) outside the ordinary course of business; requires footnote

MOR-6



CASE NAME: Square Melons IncCASE NUMBER: 18-35304

CASH RECEIPTS AND DISBURSEMENTS		MONTH	MONTH	MONTH	MONTH	MONTH	MONTH	SIX MONTHS TO DATE
1. CASH - BEGINNING OF MONTH		8,155.66						
RECEIPTS:								
2. CASH SALES		5,730.00						
3. COLLECTION OF ACCOUNTS RECEIVABLE								
4. LOANS & ADVANCES (attach list)								
5. SALE OF ASSETS								
6. OTHER (attach list)								
TOTAL RECEIPTS		5,730.00						
(Withdrawal) Contribution by Individual Debtor MFR-2*								
DISBURSEMENTS:								
7. NET PAYROLL								
8. PAYROLL TAXES PAID								
9. SALES, USE & OTHER TAXES PAID								
10. SECURED / RENTAL / LEASES		2,086.80						
11. UTILITIES		906.26						
12. INSURANCE		79.24						
13. INVENTORY PURCHASES								
14. VEHICLE EXPENSES								
15. TRAVEL & ENTERTAINMENT		249.53						
16. REPAIRS, MAINTENANCE & SUPPLIES		737.74						
17. ADMINISTRATIVE & SELLING		8556.11						
18. OTHER (attach list)	Owner Draw	101.95						
TOTAL DISBURSEMENTS FROM OPERATIONS		12,717.63						
19. PROFESSIONAL FEES								
20. U.S. TRUSTEE FEES								
21. OTHER REORGANIZATION EXPENSES (attach list)								
TOTAL DISBURSEMENTS		12,717.63						
22. NET CASH FLOW		-6,987.63						
23. CASH - END OF MONTH (mor-2)		1,167.53						

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\*Applies to Individual debtor's only.

Revised 6/14/96



CASE NAME: Square Melons Inc

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**CASH ACCOUNT RECONCILIATION**  
MONTH OF FEBRUARY

BANK NAME	<u>USBS FMO250</u>				
ACCOUNT NUMBER	<u># 9805488012</u>	<u>#</u>	<u>#</u>		
ACCOUNT TYPE	<u>OPERATING</u>	<u>PAYROLL</u>	<u>TAX</u>	<u>OTHER FUNDS</u>	<u>TOTAL</u>
BANK BALANCE	<u>1,167.53</u>				
DEPOSIT IN TRANSIT					
OUTSTANDING CHECKS					
ADJUSTED BANK BALANCE	<u>1,167.53</u>				
BEGINNING CASH - PER BOOKS	<u>8,155.66</u>				
RECEIPTS	<u>5,730.60</u>				
TRANSFERS BETWEEN ACCOUNTS					
(WITHDRAWAL)CONTRIBUTION- BY INDIVIDUAL DEBTOR MFR-2					
CHECKS/OTHER DISBURSEMENTS	<u>12,718.13</u>				
ENDING CASH - PER BOOKS	<u>1,167.53</u>				

MOR-8



CASE NAME: Square Melons IncCASE NUMBER: 18-35304**PAYMENTS TO INSIDERS AND PROFESSIONALS**

Of the total disbursements shown for the month, list the amount paid to insiders (as defined in Section 101(31)(A)-(F) of the U. S. Bankruptcy Code) and the professionals. Also, for insiders identify the type of compensation paid (e.g., salary, commission, bonus, etc.) (Attach additional pages as necessary.)

INSIDERS: NAME/POSITION/COMP TYPE	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1. <u>Sahel Hassan / President / RRU</u>	<u>February</u>					
2.						
3.						
4.						
5.						
6.						
TOTAL INSIDERS (MOR-1)	<u>101.95</u>					

PROFESSIONALS NAME/ORDER DATE	MONTH	MONTH	MONTH	MONTH	MONTH	MONTH
1.						
2.						
3.						
4.						
5.						
6.						
TOTAL PROFESSIONALS (MOR-1)						

**MOR-9**



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Date	Amount	Description	Income	Merchant Fees	Insurance	Development Expense	Travel	Supplies	Meals and Entertainment	Telephone	Bank Fees	Utilities	Advertising	Repairs and Maintenance	Data and Subscriptions	Owners Draw	Rent	Air/o Lease
2/1/2019	\$ (5.98)	PURCHASE AUTHORIZED ON 02/01 IN E-B #63 SUSANLAND TX P0000000043507076 CARD 5555																
2/1/2019	\$ (422.32)	RECURRING PAYMENT AUTHORIZED ON 02/01 12VWILLYS-PAPOC PURCHASE AUTHORIZED ON 02/01 12VWILLYS-PAPOC CARD 5555								\$ (422.32)								
2/1/2019	\$ (2,086.40)	PURCHASE AUTHORIZED ON 02/01 2019 BMW AUTO LLC DALLAS TX 546903053406115 CARD 5555																
2/1/2019	\$ (40.48)	PURCHASE AUTHORIZED ON 02/01 COST CO GAS #146 SUGAR LAND TX P000903563232559 CARD 5555																\$ (2,086.80)
2/4/2019	\$ (9.59)	RECURRING PAYMENT AUTHORIZED ON 02/02 SHOPRYP * 99718139 HTTYSHOPRYP, IL 53890242484689 CARD 5555																
2/4/2019	\$ (11.34)	PURCHASE AUTHORIZED ON 02/02 MCDONALD'S 77315 KATY TX 5389035525701965 CARD 5555																
2/4/2019	\$ (85.49)	RECURRING PAYMENT AUTHORIZED ON 02/02 COMCAST OF HOUSTON 713-340-1000 TX 53890311282801282801 CARD 5555																
2/4/2019	\$ (11.80)	PURCHASE AUTHORIZED ON 02/02 THE SIMPLY SPLENDID KATY TX 55890252514432079 CARD 5555																
2/4/2019	\$ (101.95)	PURCHASE AUTHORIZED ON 02/03 R/T/For Bend SD 281-6341000 TX 539093093139871 CARD 5555																
2/6/2019	\$ (185.94)	PURCHASE AUTHORIZED ON 02/03 IN TELIO LOGIC, IL KATY TX 5469030209977715 CARD 5555																
2/6/2019	\$ (5.00)	PURCHASE AUTHORIZED ON 02/03 BANK OF AMERICA CE HOUSTON TX 538903152417591 CARD 5555																
2/6/2019	\$ (51.50)	BUSINESS TO BUSINESS ACH INTUIT PWT SOLA TRAM FEE																
2/6/2019	\$ (698.77)	190708 52477199454695 SQUARE MELONS, INC. PURCHASE AUTHORIZED ON 02/06 THE MARKET INC 800-379-7729 MA 538903580722745 CARD 5555																
2/5/2019	\$ (43.73)	PURCHASE AUTHORIZED ON 02/05 CHINA KING RESTAUR 281-9808886 TX 546903023340730 CARD 5555																
2/5/2019	\$ (1,500.00)	INTUIT PWT SOLA DEPOSIT 190205 52477199454695 SQUARE MELONS, INC.																
2/6/2019	\$ (1,800.00)	WF Direct Pay Payment- Team ID 049323791 RECURRING PAYMENT AUTHORIZED ON 02/05 MACESPACE CLOUD 210-512-4000 TX 538903679344506 CARD 5555																
2/7/2019	\$ (2,095.33)	CLOUD 210-512-4000 TX 538903679344506 CARD 5555																
2/7/2019	\$ (37.31)	ONLINE PAYMENT AUTHORIZED ON 02/06 INTUIT C&B ONLINE 800-488-0000 TX 53890311282801282801 CARD 5555																
2/7/2019	\$ (188.07)	2020 TX 5389036776790045 CARD 5555																
2/7/2019	\$ (25.75)	BUSINESS TO BUSINESS ACH INTUIT PWT SOLA TRAM FEE 190708 52477199454695 SQUARE MELONS, INC.																
2/8/2019	\$ (22.33)	PURCHASE AUTHORIZED ON 02/08 SAMSCLUB #764 KATY TX P0000000043179784 CARD 5555																
2/7/2019	\$ (100.00)	PURCHASE AUTHORIZED ON 02/07 BH LOCKSMITH HOUSTON TX 538903671610138 CARD 5555																
2/7/2019	\$ (750.00)	INTUIT PWT SOLA DEPOSIT 190208 52477199454695 SQUARE MELONS, INC.																
2/11/2019	\$ (3,000.00)	PURCHASE AUTHORIZED ON 02/09 JACK IN THE BOX 39 KATY TX 5389040502815862 CARD 5555																
2/11/2019	\$ (8.64)	UC 58# 00000000382783278 TRIM#190211022594 RTR# 00000000382783278																
2/11/2019	\$ (38.91)	PURCHASE AUTHORIZED ON 02/09 JACK IN THE BOX 39 KATY TX 5309039832268090 CARD 5555																
2/17/2019	\$ (90.00)	WIRE TRANS SVC CHANGE -SEQUENCE: 190211022594 SR# 00000000382783278 TRIM#190211022594 RTR# 00000000382783278																
2/17/2019	\$ (650.00)	COMCAST OF HOUSTON 713-340-1000 TX 53890311282801282801 CARD 5555																
2/17/2019	\$ (1.95)	BUSINESS TO BUSINESS ACH INTUIT PWT SOLA TRAM FEE 190214 52477199454695 SQUARE MELONS, INC.																
2/17/2019	\$ (50.00)	INTUIT PWT SOLA DEPOSIT 190214 52477199454695 SQUARE MELONS, INC.																
2/19/2019	\$ (44.02)	BUSINESS TO BUSINESS ACH INTUIT PWT SOLA TRAM FEE 190217 52477199454695 SQUARE MELONS, INC.																
2/19/2019	\$ (80.00)	PURCHASE AUTHORIZED ON 02/16 COMCAST HOUSTON CS 800-266-2778 TX 546902755864935 CARD 5555																
2/19/2019	\$ (1,380.00)	INTUIT PWT SOLA DEPOSIT 190217 52477199454695 SQUARE MELONS, INC.																
2/19/2019	\$ (35.00)	OVERDRAFT FEE FOR A TRANSACTION RECEIVED ON 02/15																
2/19/2019	\$ (420.00)	CHECK # 100 - Derrille Rodriguez																
2/20/2019	\$ (18.07)	RECURRING PAYMENT AUTHORIZED ON 02/19 EBT*Hoeagator.com 713-5745287 MA 538905104056028 CARD 5555																
2/20/2019	\$ (18.07)	BUSINESS TO BUSINESS ACH INTUIT PWT SOLA TRAM FEE 190214 52477199454695 SQUARE MELONS, INC.																
2/20/2019	\$ (25.75)	BUSINESS TO BUSINESS ACH US Insurance Fun Payments 190225																
2/24/2019	\$ (79.24)	DEBIT 12VWILLYS-PAPOC PURCHASE AUTHORIZED ON 02/24																
2/25/2019	\$ (13.93)	DEBIT 12VWILLYS-PAPOC PURCHASE AUTHORIZED ON 02/24																
2/25/2019	\$ (9.47)	PURCHASE AUTHORIZED ON 02/24 C/S/PHARMACY #05 05833--2 Houston TX P00309055708172237 CARD 5555																
2/25/2019	\$ (128.42)	PURCHASE AUTHORIZED ON 02/22 * EXPRESS ENERGY 844-361-2080 TX 538905346816764 CARD 5555																
2/25/2019	\$ (12.56)	PURCHASE AUTHORIZED ON 02/22 TX TAG 888 468 9824 888-4689824 TX 54690534723837 CARD 5555																
2/25/2019	\$ (490.71)	PURCHASE AUTHORIZED ON 02/22 Teams Energy 281-2872906 TX 538905355050509 CARD 5555																
2/25/2019	\$ (22.22)	190708 52477199454695 SQUARE MELONS, INC. PURCHASE AUTHORIZED ON 02/25																
2/25/2019	\$ (750.00)	INTUIT PWT SOLA DEPOSIT 190224 52477199454695 SQUARE MELONS, INC.																
2/26/2019	\$ (9.42)	CRENGENT ENTER ENT ACH EB 00000470524 CNP																
2/26/2019	\$ (750.00)	PURCHASE AUTHORIZED ON 02/26 SHELL Service Station RICHMOND TX P0046905804575885 CARD 5555																
2/26/2019	\$ (57.70)	BUSINESS TO BUSINESS ACH INTUIT PWT SOLA TRAM FEE 190224 52477199454695 SQUARE MELONS, INC.																
2/28/2019	\$ (25.75)	ONLINE TRANSFER TO INNOVATION, INC. BUSINESS CHECKING																
2/28/2019	\$ (100.00)	PURCHASE AUTHORIZED ON 02/28/19																
2/28/2019	\$ (18.91)	PURCHASE AUTHORIZED ON 02/28/19																



